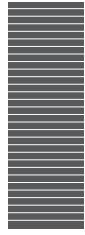


CONSOLIDATED BALANCE SHEETS

TOA CORPORATION and its consolidated subsidiaries
As of March 31, 2002 and 2001

ASSETS	Millions of Japanese Yen		Thousands of U.S. Dollars (Note 2)
	2002	2001	
Current assets:			
Cash and time deposits (Note 3)	¥ 42,130	¥ 36,766	\$ 316,767
Marketable securities (Notes 4)	30	—	224
Notes and accounts receivable, trade	76,237	83,889	573,215
Allowance for doubtful accounts	(2,132)	(1,982)	(16,032)
Inventories, principally real estate for sale	11,400	13,040	85,720
Cost on contracts in progress	69,760	70,622	524,512
Deferred income taxes (Note 8)	4,654	4,774	34,992
Prepaid expenses and other current assets	35,627	25,416	267,870
Total current assets	237,706	232,525	1,787,268
Investments and other assets:			
Investments in and long-term loans to affiliates	204	1,734	1,533
Investments in securities (Notes 4 and 5)	13,837	15,721	104,037
Long-term loans	662	582	4,975
Deferred income taxes (Note 8)	10,914	9,478	82,061
Others	12,474	13,876	93,790
Allowance for doubtful accounts	(7,209)	(8,049)	(54,206)
Total investments and other assets	30,882	33,342	232,190
Property, plant and equipment, at cost (Notes 5 and 10):			
Land	35,991	31,174	270,615
Buildings and structures	21,746	21,765	163,501
Machinery and equipment	33,394	28,962	251,080
Construction in progress	65	1,395	492
Total property, plant and equipment	91,196	83,296	685,688
Less accumulated depreciation	(33,835)	(31,145)	(254,400)
Property, plant and equipment—net	57,361	52,151	431,288
Total	¥ 325,949	¥ 318,018	\$ 2,450,746

The accompanying notes are an integral part of this statement.



LIABILITIES AND SHAREHOLDERS' EQUITY	Millions of Japanese Yen		Thousands of U.S. Dollars (Note 2)
	2002	2001	2002
Current liabilities:			
Short-term borrowings (Note 5)	¥ 38,294	¥ 39,402	\$ 287,925
Current portion of long-term debt (Note 5)	10,128	4,561	76,152
Commercial paper	8,000	—	60,150
Notes and accounts payable, trade	103,623	106,538	779,125
Accrued income taxes	4,400	5,286	33,080
Advances on contracts in progress (Note 6)	39,973	44,450	300,546
Other current liabilities	26,350	19,005	198,123
Total current liabilities	230,768	219,242	1,735,101
Long-term debt (Note 5)	26,230	31,728	197,218
Reserve for retirement benefits (Note 7)	17,093	16,278	128,517
Other long-term liabilities	3,327	3,249	25,017
Total liabilities	277,418	270,497	2,085,853
Minority interest	1,466	1,273	11,023
Shareholders' equity (Note 9):			
Common stock, ¥50 par value:			
Authorized—600,000,000 shares			
Issued—199,401,173 shares at March 31, 2002 and 2001	16,469	16,469	123,830
Additional paid-in capital	15,582	15,582	117,159
Revaluation reserve for land (Note 11)	222	—	1,670
Retained earnings	16,185	15,152	121,683
Net unrealized loss on securities	(811)	(393)	(6,096)
Common stock owned by consolidated subsidiaries, at cost	(582)	(562)	(4,376)
Total shareholders' equity	47,065	46,248	353,870
Commitments and contingent liabilities (Note 12):			
Total	¥ 325,949	¥ 318,018	\$ 2,450,746

The accompanying notes are an integral part of this statement.